EAD

- Think of the price of a residential property as the sum of
  - Principal, interest, taxes, utility, insurance
  - And flooding (a tax imposed by nature!)
- A flood damage reduction project reduces or eliminates the flood tax
- Imagine for now that every house has exactly the same flood damages

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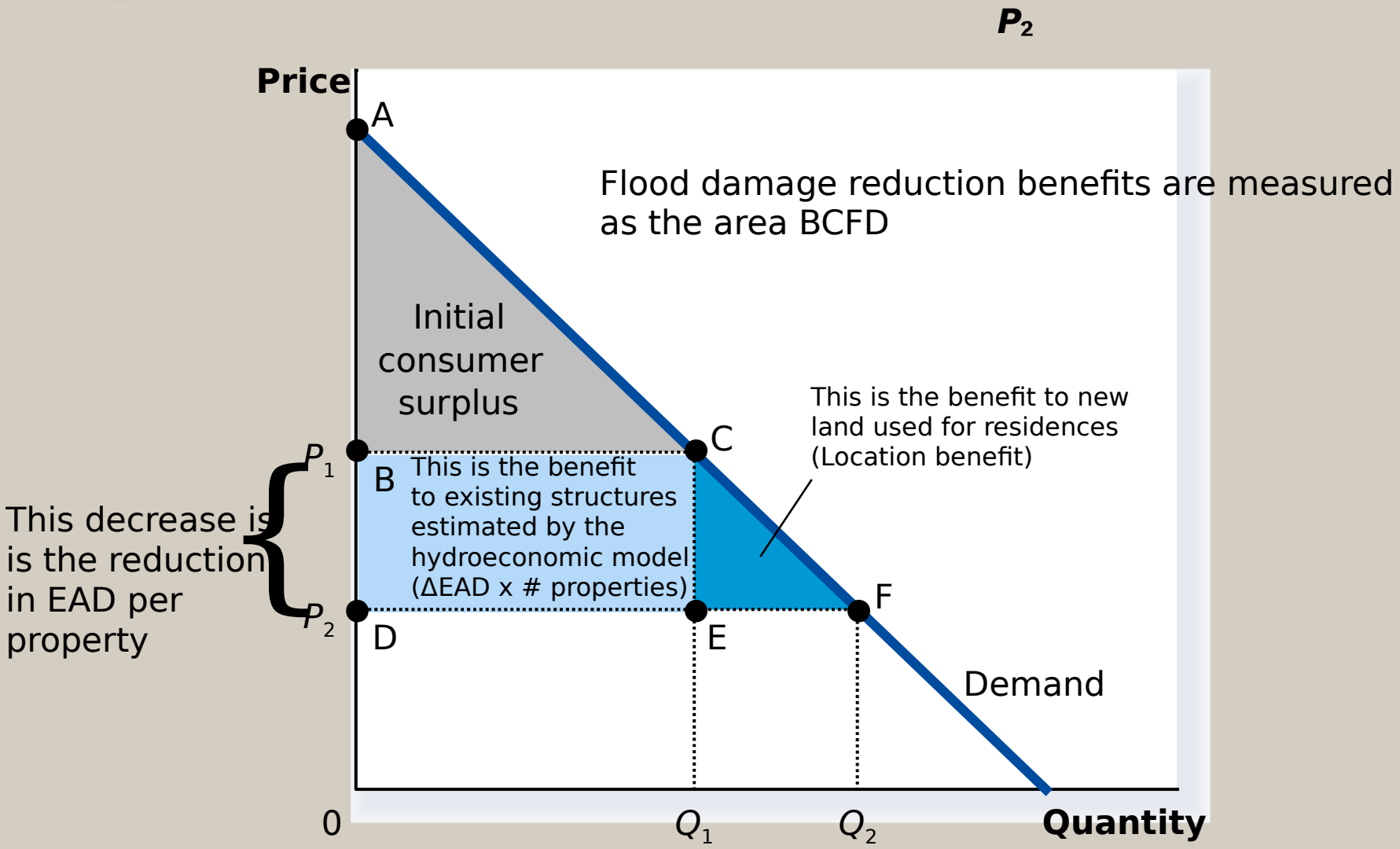
Expected Annual Damage Reductions



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